G. R. S. IX-5]

Previous references.

G.7229/1

191

(Gen: Finance

File No. 7 of 1892

Serial Nos. 1–8

Later references.

GENERAL AND REVENUE SECRETARIAT.

Serial Nos.

P.29/E

Part B for February 1894

SUBJECT.

Proposal for the abolition of the levy of discount on Currency notes encashed at Treasuries in Hassan District.

Countermarked

Indexed

W D 88—GPB—50,000—24-7-15

(17 Encls)

Note
C/1
/1891

(19 Encls)

Reference Telegram to the Dewan, dated 13th May 1893. from Appanna Chettyar, and other merchants of Tumkur

Paper No 8

Forwarded Documents
Accts of Cheques
Cashed at Tumkur
Dr Sub Treasy

In July 1891, on the complaint* of the merchants of Tumkur of want of sufficient cash at the Tumkur District Treasury in exchange for Currency notes presented by them for encashment, arrangements were made for keeping at the District and Taluk Treasuries at Tumkur a larger amount of cash than usual and a Commission of 4 Annas per Rs 100/- was ordered to be collected on all Currency notes cashed at those treasuries

Vide Pro: No 4802 Dated 20th July 1891
280

* Paper No 1

Paper No 3

[illegible]

21-3

No 3

2. This order has been in force since July 1897.

3. The merchants now pray for the withdrawal of this order—

4. The Comptroller has no objection to the withdrawal of the order—~~but~~ In that case, only the usual amount of Cash will be kept in the District Taluk Treasuries at Tumkur, ~~and~~ the surplus cash being remitted to the Huzur Treasury—.

Vide Sec his Mine detailed D.O. attached.

5. The Telegram under reference alludes to a previous petition dated 3d March—. This previous petition which referred to certain municipal matters as well as to the levy of the 4 Anna Commission on Currency notes, has been sent to the Dy Com: for a brief report.

Paper No 6

18/5/98 Sub

Copy filed 609
of the Court Rules
Cohen's Marked
Exhibit Paper No 9.

6/ The Chairman
& the Committee Dr. O.
Adams that the demand
for cash in exchange
for notes is confi-
dence & that since the
Merchants will probably
not have left the Con-
tinent a head.
ship -

The system of putting
up notes from time
to time announcing
whether or not the Bank
will be prepared to exchange
Cash for notes is
inexpedient in new
of the uncertainty of
it engenders - Under
such a system the
Notes should also state
the limit up to which the
Bank is able to effect
the exchange - This matter
admits of much explanation -

The Secretary
Answers is a simple
Clearing working arrangement

Office note (contd.)

7/ The Comptroller was informed that Govt must take at par Currency notes tendered in payment of Govt demands, but not those presented for exchange except where facilities Exist for cashing at par, Govt must levy a small dis-count. As facilities for cashing at par do not Exist at Tumkur, the discount System was directed to continue, but the Govt was of opinion that the discount should not be more than what might be required to cover actual cost of Specie transport & thereof requested the Comptroller to submit a further report for orders.

8. The petitioners were also informed of the above orders.

820

9 The Comptroller has now submitted his report from which it will be seen that prior to 1864 funds were being obtained by planters in the Kaira Dist^t by means of supply bills on payment of a premium of 1/4 Re per Cent and when that system was discontinued in that year, the encashment of Currency notes was ordered on payment of the same premium, probably after ascertaining the cost of transport of cash. The Comptroller is also of opinion that the premium of 1/4 Re P.C. is not excessive and, especially as cash nearly a lac of Rupees will more than in similar distants will have to be

maintained in this District solely on this account.

Submitted for information or further orders.

4/11/93. 6/11/93 17/11/93

In Devan's orders

11. Govt observed that no alteration of the present system of cashing current notes on discount was called for or was financially feasible.

Vide R'ship No 13187-8 Rf. 108-93 Dy 7-2-94 (Paper No 14)

Cash

(General Serial No. 30.) 12432

GOVERNMENT OF MYSORE 28 APR 93 A 3066

DEWA.

1893

Draft Reply

Referring to the orders passed in the Number Diary in the Number case I beg to say that the principle therein enunciated applies to all the cases heard on that occasion and that pensions when the next called for in the Number case will be passed when the next called for in the Number case is read.

From The Comptroller of Mysore

To The Chief Secretary to the Durbar of Mysore

Dated 25

Despatched 26 April

Received

Enclosures No. 3

General No 5468.

No

I suggest that a pension of £4 to be authorised to be levied as old currency notes cashed in the District Treasury.

Keep the proofs

Rev. Mrn
28/4

R
1/5

*) Noted.
2) Drafted.
cabs
1/6.

To
The Secretary No C 312 8/6/93.

R23.
Submitted to the Chief Secretary for Orders
R
18/5/93.

Read 1/5

No. 5468

COMPTROLLER'S OFFICE
2 APR. 93
MYSORE

OFFICE OF THE COMPTROLLER OF MYSORE,

Bangalore, 25th April 1893.

From S. R. Sukhavoya Iyengar

Comptroller of Mysore.

To

The Chief Secretary
to the Dewan of Mysore.

SIR,

I have the honor to enclose in original the obliginghy returned letter No 365 dated 30th March 1893 with enclosures. received from the Treasury Officer Hassan District regarding the cashing of Currency notes by the Hassan District Treasury

It will be seen from the report of the Treasury Officer to the Deputy Commissioner

Commissioner, that
Superintendent of a
Coffee Estate prefers
cashing Currency notes
at the District Treasury
instead of at the Munzerabad
Sulky Treasury, although
the latter Treasury was
nearer to the Coffee Estate.

The reason for this is
that while the Munzerabad
Sulky Treasury charges
a premium of ¼ % on all
currency notes cashed,
the District Treasury
cashes them without, as
it has not been authorised

to levy the premium, and he preferred to go to a more distant Treasury to cash the note apparently to evade the premium charge.

Sufficient funds are always maintained in the Taluq Treasuries of the Hassan, Shemoga, and Kadur Districts to meet the convenience of the planting community and merchants for the encash-ment of currency notes, the District Treasuries obtaining funds when necessary from the State Treasury Bangalore

for the purpose and I do not consider it Justifiable that because no premium is charged at the District Treasuries, Currency notes which ought to be cashed at the Subsy Treasuries where premium is charged should be sent to the former Treasury for encashment.

To prevent the abuse of the privilege allowed hitherto of cashing notes by District Treasuries free of charge, I beg to suggest that in future

a premium of 1/4 % be
authorized to be levied
by it on all currency
notes cashed in the same
manner as is done by
United States Treasuries.

In the District of Yukon
Commission is charged
on all notes cashed in the
District as well as Sub
Treasuries.

I have the honor to be
Sir
Your most obedient Servant
E. N. Brown
Comptroller

Class. C

INDIAN TELEGRAPHS.

Monthly Number. 882

To (Office) Coimbatore

From (Office) Coimbatore

Words. 48 | Day. 13 | Hour. 6 | Minute. 50 | Official Instructions. Rs one Rupee

To (Person) Sir K. Seshadra Iyer K.C.S.I Dewan of Mysore Seringapatam

From (Person) Alphanna Chettyar and other merchants etc

Cancellment of discount on Currency notes etc Solicited 3rd march 1893 no Orders upto to date we undergo heavy losses pray early Orders.

Currency

Received from

At Hrs. At Hrs. Mts. by

Telegraph Master.

39 Word Form. E.C.

Indian Stm. Pg. Co.—No: 452 T—27-4-92—1,000

COIMBATACAMUND 13-5-93

Ch 1.

What is 'Thus'? Connects
Can this be of any thing - has
to be, it can be, done - &
let me know briefly

12/5/93

Rec'd 17/5/93

OFFICE OF THE COMPTROLLER, MYSORE.

Bangalore 19-5- 1893.

My dear

I enclose a Statement showing Cash Balances on the Chikkaballapur District Treasury on the 1st of the months of the current official with the Actual Values of Gold coined which can be realized heavy. If

But the Treasury officer at any time finds that he has not sufficient cash for

payment in exchange
of currency notes
presented by the Public
he can put up a notice
under Section 60 of C.A.C.
that he is not prepared
to cash notes & renew
this notice during the
funds he has sufficient
cash & put up another
notice to the effect that
he is prepared to cash
notes

In the Cash Balance
Statement prescribed

The Code announced
by the Treasury Officers
provision is made for
noting down "number of
days not having holidays
on which the Treasury
did not notify that it
was prepared to cash
Currency Notes". This
certainly implies that
unless the Treasury Officer
notifies that he is prepared
to cash Notes the public
can't claim them to
be exchanged.
The Cash balances as now
given shd I think
suffice to meet the
demands as believe

Yours such Terms
some days in
month or more
such as July 4th
Inquiri Abbot & Thurs
the decided may
happen the more than
to Secretary can meet.
on such days. The Secretary
Your Committee
the Justice above
alluded to

Yours Truly

E. P. Thompson

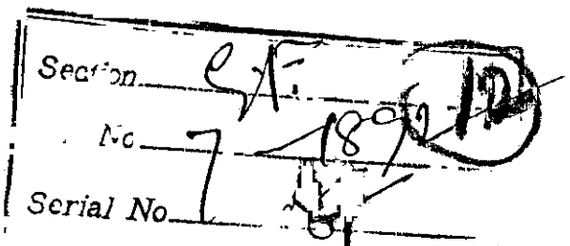
	Cash Balance	Value of C. Notes Cashed
July 1892	84360	10005
August	121538	9200
September	112867	8745
October	81056	8815
November	81883	8910
December	68872	8505
January 93	29772	15005
February	25409	10505
March	40306	10100
April	38668	9050
May	27000	8005

10a

Statement showing C. Notes Cashed & Cash Balances in Bank

Registered Inward

Camp no: 305 d 1.6.93
2.6



The Comptroller of the
Govt of Mysore.

Sir

With reference to your
D. O. letter dy 19th Instant on
the subject of the levy of discount
on Currency Notes cashed at
the Tumkur District and
Taluk Treasuries, I am
directed to state that Govt
must take at par currency
notes tendered in payment
of Govt demands, but not
those tendered for exchange.
Except where facilities exist
for cashing at par, the
Govt must levy a small
discount. At Tumkur

such facilities do not
exist, and therefore the
discount System must
Continue. The discount
however should not be
more than Cover actual
what is required to
Specie transport -
Cost. Upon this point
I am to
I request you will be
the favor of Som dir. a
~~good prompt~~ report for the
Orders of Govt

Have &c

Chief Clerk

RS
2575

Camp No. 306

Section _____

File No. _____

Serial No. 97

MYSORE DEWAN'S OFFICE,
PETITION DEPARTMENT,
1st ~~May~~ June 1893.

13

Endorsement granted to Appana Ch Tiyar & other Merchants of Tumkur.

in reply to their Telegram to the Dewan ~~Petition Registered No. _____~~ dated 13th May/93 on the subject of the levy of discount on currency notes Cashed at Tumkur &c Taluk Treasuries.

Petitioners are informed that Govt will take at par Currency notes tendered in payment of Govt demands, but not those presented for exchange. Except where facilities exist for cashing at par, the Govt must levy a small discount. At Tumkur such facilities do not exist, and therefore the discount system must continue.

"By Order"

2 Drafts Camp
Dft Chur
29/5

Chief Secretary.

KS
29/5

Mysore Govt. Central Press, Bangalore.—9-2-93—2000.

Registered & found

(14)

Camp No. 312 & 6/6/93 To

The Comptroller
to Mysore Govt
No. (Camp) 312.
Dy. 6th June 1893.

C.A. 1892 His letter No. 5468 &
Serial No. 6-2-0-1 April last, recom
mending that a pre
mium of ¼ % be
authorized to be levied
on all currency notes
cashed in the District
Treasuries

—o—

Has the honor in reply
to refer the Comptroller
to the order passed
in the Tumkur Case
vide Camp No. 305
& 1st instant, and
to state that the
principle therein

(General Serial No. 30.)

188

From

To

Dated

Despatched

Received

Enclosures No.

General No.

No.

enunciated, applies to all such cases generally, and that general orders will be passed when the report called for in the Trunkin Case is received.

Ch. Secy

Ch. Secy

Ch. Secy

Ch. Secy

Comparative Statement showing the payments made in exchange of Currency notes during 1891-92 (12 months) in Tumkur, Kolar and Chitaldroog

Names of Months	Tumkur	Kolar	Chitaldroog	Remarks
July 1891	8795-	4240	6355-	
August "	30,565-	5735-	6650	
September "	20,595-	7335	2153-	
October "	22695-	3990	2230	
November "	95-60	3710	2350	
December "	8685-	4645-	2460	
January 1892	9978	2135-	2160	
February "	8679	5780	10,000	
March "	9700	6240	2000	
April "	8900	21940	4870	
May "	9000	2020	2350	
June "	8050		2555-	
Total	154982	67770	46135-	

C. N. Subramanyam

State Comptroller

(General Serial No. 30.)

15

1893. 2924

From R 7370
The Comptroller

E&F
7/1892

To The Chief Secretary to the Govt of Mysore

Dated 31st August 93

Despatched

Received

Enclosures No. 1

General No. 1370
No.

States the reason for the levy of premium on currency notes cashed at the Sumatra District

---

Ref. Mr 31/8

We must either return to Cash Currency notes or Cash them on the present discount rate no alteration in the present system of Cashing C. Notes as discount is called for or is financially feasible

5-2-94

Reply to this may be sent to D.C. & Comptroller

Ref. Mr 31/8

To

The same and by Comm. Sumatra

Submitted with note continued.

R.B.
4/11/93

R 13187-8 & 7/7/94.
R 7108-93

Recd 1/9

No. 1370
Enclosure No. 1

OFFICE OF THE COMPTROLLER OF MYSORE,
Bangalore, 30th August 1893.

COMPTROLLER'S OFFICE MYSORE

From E. R. Sedgwick Esquire
Comptroller of Mysore.

To
The Chief Secretary
to the Dewan of Mysore

SIR,

With reference to your letter No. 305 dated 1st June 1893 regarding the levy of premium on currency notes cashed at the Sunken District and Taluq Treasuries, I have the honor to state that prior to 1864 funds were obtained by Planters in the Hassan District by means of supply bills a payment of a premium of ½ Rs per cent, and in that year the issue of

Bills was discontinued and the encashment of currency notes, was ordered on payment of the same premium - which appears to have been fixed after ascertaining the cost of transporting cash to the Treasury concerned. Vide Memo No 3145 / M.649 dated 21st September Serial No 1 a 1871 from the Officiating Secretary to the Chief Commissioner of Mysore to this Office.

The same rate of premium appears to have been fixed for all other Treasuries wherever special arrangements

had to be made subsequently for encashment of currency notes.

In the case of Tumkur under report the Treasuries of this District had to make cash payments in 1891-92 to the extent of Rs 154982/ in exchange for currency notes while in Kadur and Chitaldrug the payments amounted only to Rs 67770 and Rs 46135/ vide statement enclosed. It will appear therefore that nearly a lac of Rupees more than in other similar Districts had to be maintained in the Treasuries of Tumkur District mostly for

the purpose of encashment of notes.

This amount if it had been withdrawn and placed in Madras Bank would have realised not less than Rs 2500/ in the way of interest while the amount of premium calculated on the sum of Rs 154,982 paid in the Tanjore District is only Rs. 337/. I therefore consider that a premium of ¼ Rupee per cent is not exorbitant.

I have the honor to be

Sir

Your most obedient Servt.

G Norman

Comptroller

Govt

GOVERNMENT OF MYSORE Section
File No
Read Serial No 1893

17

15

Draft

1. Telegram of 13th May 1893 from Appanna Shetty & Other Merchants of Tumkur to the Dewan of Mysore praying that the Discount on Currency notes Cashed at the Treasuries there may be cancelled.

(2) Endorsement to the Petitioners, Tumkur No. 306, dated 14th June 1893 stating that the discount system must continue

(3) Letter No. 305, dated 14th June 1893 from the Chief Secretary to the Dewan to the Comptroller in Mysore asking for a report-

No 13187-8
R.T. 108-93

D/7-2-94

† Subsequent Correspondence on the subject

‡ Subsequents Correspondence on the subject regarding Notes

as to the rate of discount
that may be levied

(4) Letter no. 1370,
of 31st Aug. 1893 from
the Comptroller of the Port
Mysore stating ~~that~~
for reasons ~~given by~~ explained
~~that~~ the discount of
¼ Re. % on Currency
notes Cashed in
Treasuries is not
exorbitant.

Order
no 21.

Under all the
Circs Govt are
of opinion that

~~No~~ alteration
of the present system
of Cashing Currency
notes or discount is
called for or is
financially

feasible

~~possible~~.

Chief Secy.

To

The Dy: Comrs, Trichinopoly

Dt:

~~Dy: Comrs of Salem~~

~~Distts~~.

Comptroller in Cypher

Endorsement to

Petrs. c/o above.

A